

for the
communities
we serve

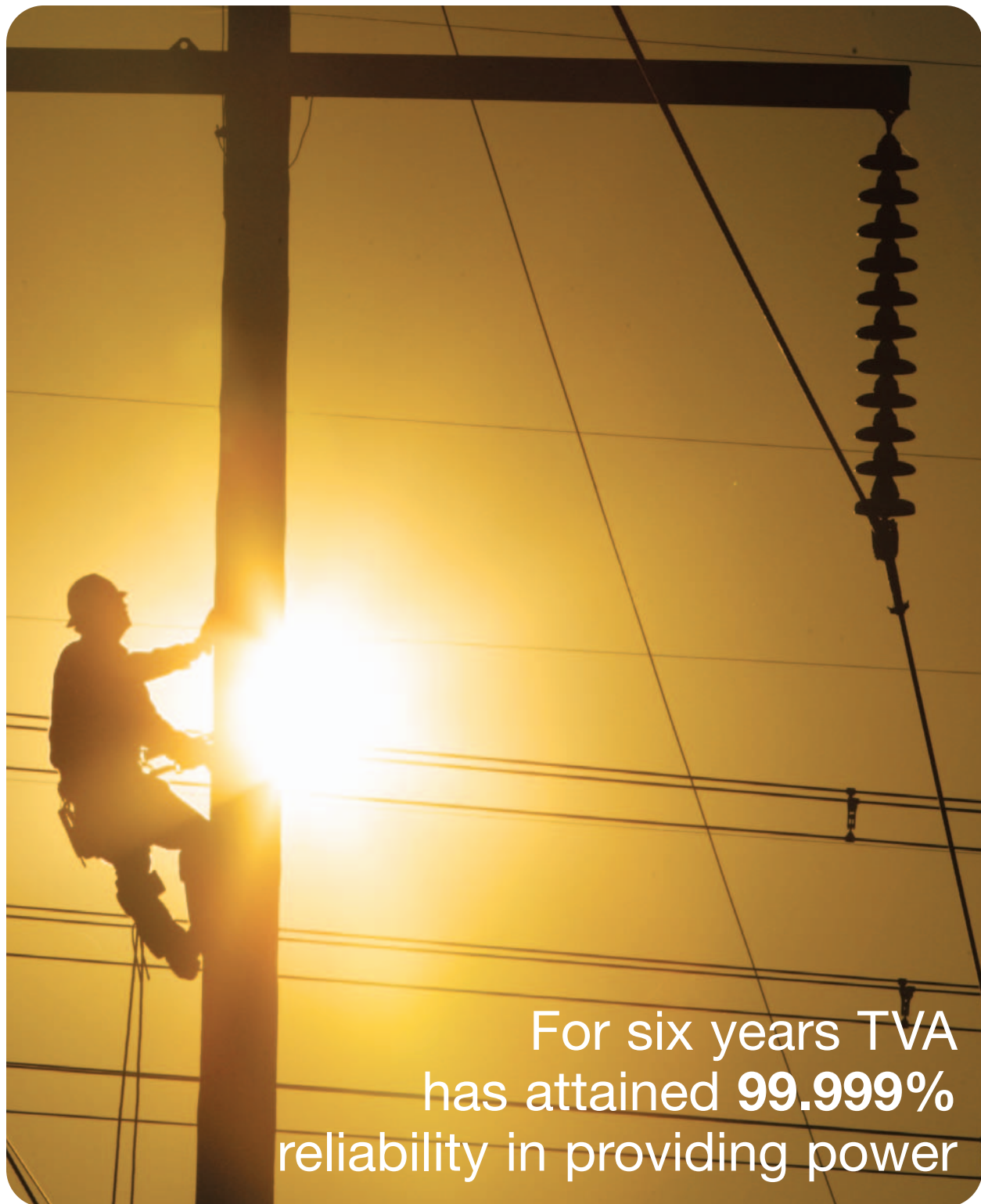






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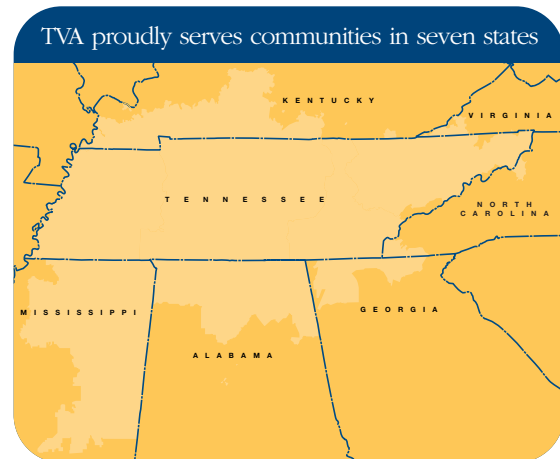


For six years TVA
has attained **99.999%**
reliability in providing power

A steadfast commitment to the people we serve

The Tennessee Valley Authority is a government corporation providing power and resource development since 1933 to the Tennessee Valley region, which centers on Tennessee and includes parts of six other southeastern states. Today, many know us as the nation's largest public power provider. To be sure, generating electricity is an important part of what we do, but it's just one of many ways TVA lives its mission of service to improve the quality of life for the people and communities of the Tennessee Valley region.


Today, as in the past, TVA's mission encompasses not only energy, but also a steadfast commitment to protecting the natural environment while fostering a business environment that provides more and better jobs for our region. In fulfilling this mission, the people of TVA work closely with those we serve.



We at TVA are proud of the strong and wide-ranging partnerships we have forged to share our knowledge and skills with individuals, businesses, and communities throughout the Tennessee Valley region. The spirit of teamwork and cooperation that TVA first adopted more than seven decades ago is still a hallmark of TVA today. In 2005, TVA and its employees contributed more than 20,000 volunteer hours and nearly \$500 million in cash, supplies, and in-kind services.

More than the massive dams that harness the river, and more than the soaring transmission lines that carry affordable and reliable power to the people of our region, TVA is a family of people like you who go to work every day helping to make a difference in our communities and the personal lives of others.





TVA volunteers
help build Habitat
homes to give
Valley families a
brighter future

For a brighter future

Today, as in 1933, the people of TVA share a common determination to make life better. Like their predecessors, present-day TVA employees support partnerships for progress that improve lives and brighten futures throughout the 80,000 square miles we serve.

Today, these efforts focus on partnerships in five key areas:

- Community and economic development
- Education
- Health and human services
- Arts and culture
- The environment.



TVA helps Valley
workers by attracting
high-paying jobs to
the region

Investing in a better quality of life

TVA improves the quality of life in Valley communities through direct investments in economic development, through purchases of goods and services from Valley businesses, and through contributions and donations of goods and services to worthy organizations. Besides these material contributions, the people of TVA also give generously of their own time and resources through a wide range of volunteer efforts.

In communities across the region in 2005, TVA . . .

- Invested about \$22 million in economic development efforts to support the expansion of businesses and industries. These investments helped create or keep 57,000 jobs in our region and leveraged \$3.6 billion in funding from other sources.
- Made \$365 million in tax-equivalent payments to state and local governments to support local school systems and other community needs.
- Purchased \$2.3 billion worth of goods and services from businesses in the Valley, returning a significant portion of our revenue to the people and communities we serve.
- Assisted Valley communities by completing 551 community development and technical assistance projects that will foster economic development.



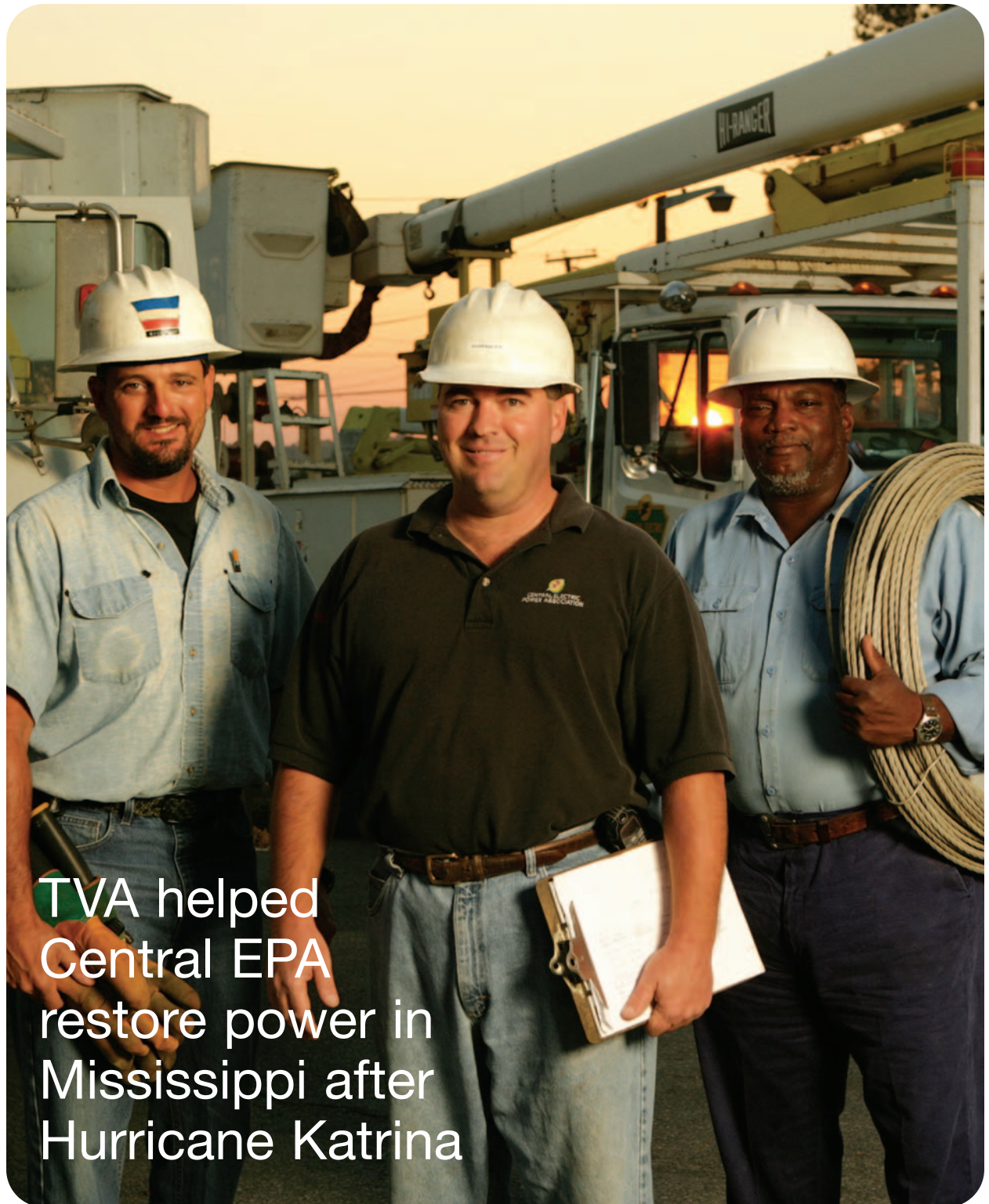
Because the future
is in their hands,
TVA works to improve
educational quality
in Valley schools

Securing a prosperous future

One thing that makes any region special is its children, and the future of the Tennessee Valley is in the hands – and minds – of our children. Safe communities and prosperous economies begin in the classroom, and TVA invests boldly in partnerships to improve the quality of education in our region. Through contributions of money, supplies, and equipment, TVA enhances learning in Valley schools. And through donations of their personal time, TVA employees impart their knowledge and experience to those who will lead our communities tomorrow.

In 2005, the people of TVA . . .

- Supported 52 schools in the region that are members of TVA's Partners in Education network.
- Donated computers and other surplus equipment and supplies to schools throughout the Valley valued at almost \$135,000.
- Contributed \$60,000 to 12 community and technical colleges in the region to enhance the skills of our future workforce.
- Awarded \$75,000 in cash prizes to the top performers of 25 higher education institutions whose students participate in TVA's Investment Challenge program, an annual competition for aspiring portfolio managers.
- Provided TVAkids.com, an educational web site for children and teachers that offers colorful and engaging instruction about power production, flood reduction, and other activities in which TVA plays a role.
- Taught computer-assisted drawing and personal computer skills to more than 4,500 high school students who have enrolled in TVA's CADNet program, which improves job opportunities for students and expands the pool of well-trained technicians for employers.



Giving generously to those in need

The people of TVA have a reputation for personal generosity, not only with their money, but also with their time. The year 2005 presented abundant opportunities for us to join others in providing for essential community needs as well as helping those affected by unprecedented natural disasters in the U.S. and abroad.

In 2005, the people of TVA . . .

- Donated more than \$3.5 million to charitable organizations – many of them local – and many that rely on support from the Combined Federal Campaign.
- Contributed nearly \$500,000 plus additional donations of supplies and materials to support relief efforts in Iraq, Indonesia, and the Gulf Coast.
- Volunteered more than 10,000 hours to support local charitable activities, including CFC Days of Caring, Habitat for Humanity house raisings, holiday food and toy drives, and disaster recovery efforts in Louisiana and Mississippi.





TVA's support for cultural
events helps keep alive the
Valley's rich musical heritage

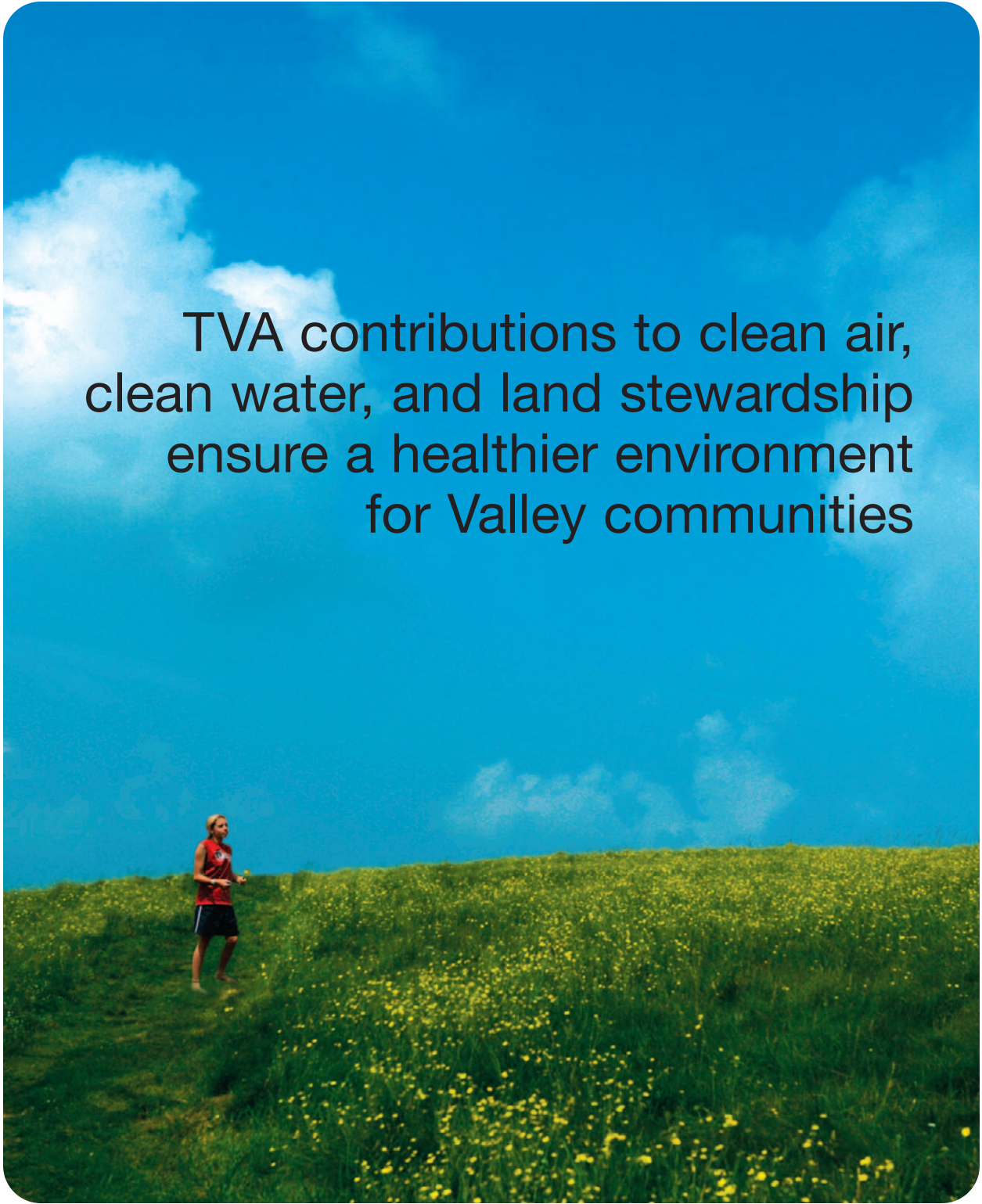
Supporting our vibrant cultural life

The people of TVA, like you, recognize that life isn't all business. From the “King of Rock 'n' Roll” to the “Father of the Blues” – from Elvis to W. C. Handy – the Tennessee Valley region has given birth to legendary performers and great cultural traditions that people of many nations now enjoy. The flourishing state of the arts in our region is a reflection of the quality of life we enjoy, and TVA supports these efforts in many ways.

In 2005, TVA . . .

- Contributed more than \$110,000 in cash and in-kind services to support the arts and cultural activities in our region.
- Provided enthusiastic volunteer members of *Team TVA* to support renowned community-based activities like Riverbend and Memphis in May.
- Supported important regional exhibitions for Valley artisans, from quilt makers at the Dogwood Arts Festival to exhibitors at the Shoals African Heritage Festival.



A photograph of a person standing in a field of yellow wildflowers under a blue sky with clouds. The person is wearing a red shirt and dark shorts. The text is overlaid on the upper part of the image.

TVA contributions to clean air,
clean water, and land stewardship
ensure a healthier environment
for Valley communities

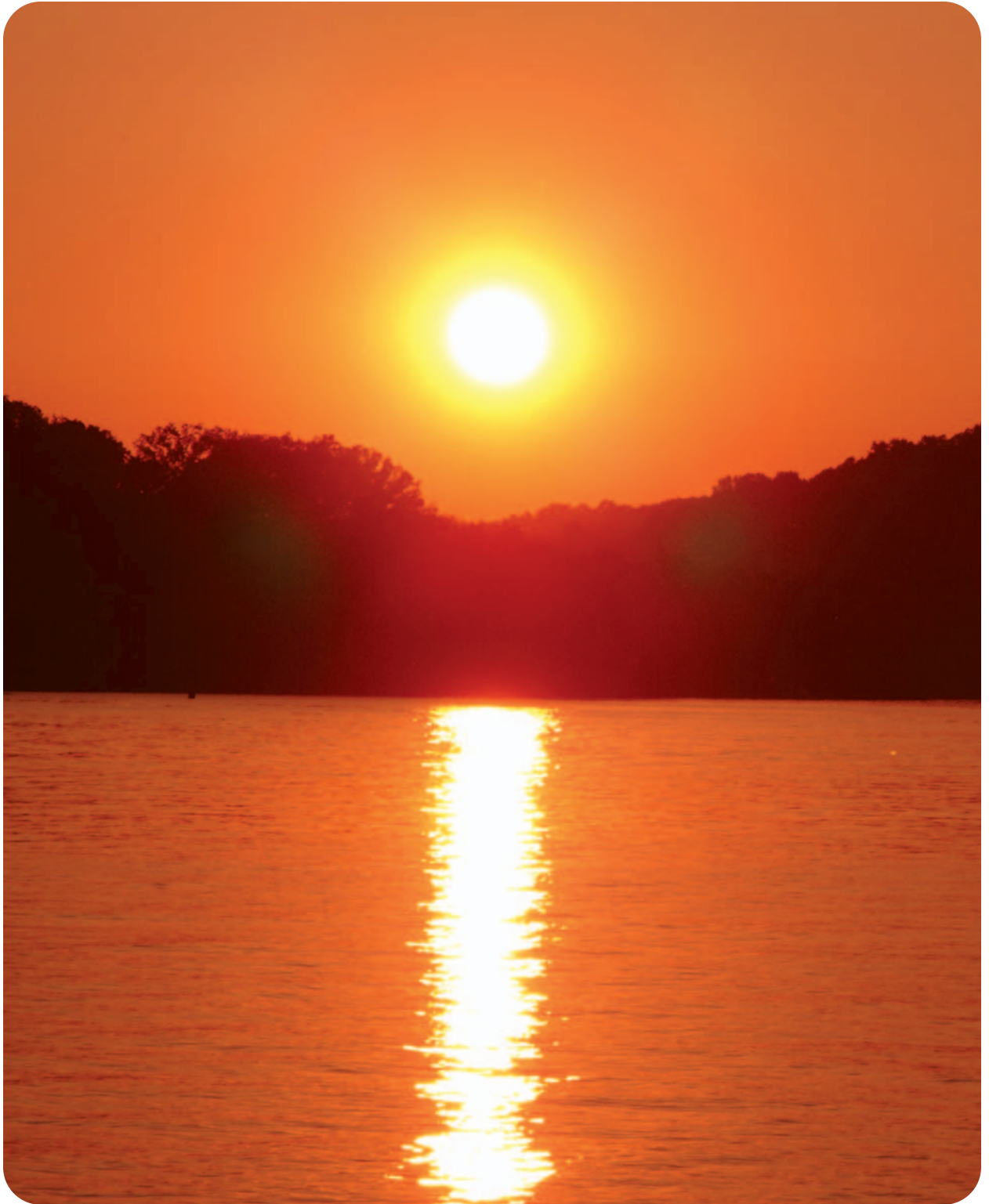
Protecting nature's beauty and diversity

The Tennessee Valley region attracts millions of visitors each year who marvel at the beauty and diversity of our region. Families and sportsmen flock to the mountains, lakes, and forests of the Valley for rest and recreation. With responsibility for managing the nation's fifth largest river system and approximately 293,000 acres of reservoir land, TVA has long been a principal steward of land and water resources in the Tennessee Valley. TVA works closely with the public to provide multiple stewardship benefits that enhance the environmental assets of our region.

In 2005, TVA . . .

- Continued its \$5.7 billion investment in cleaner air, deploying a variety of technologies to reduce emissions from its coal-fired generating plants.
- Certified the 53rd marina whose boaters help meet the water quality and waste-management standards of TVA's Clean Marina program.
- Helped 8,100 volunteers remove more than 300 tons of trash from Valley parks, roads, and waterways.
- Supported community coalitions to improve water quality at 40 locations.
- Partnered with many diverse groups to improve wildlife habitat, add hiking trails, and provide other stewardship enhancements for Valley communities, including surveys of sport fish populations on 13 reservoirs.
- Worked with the Regional Resource Stewardship Council on recommendations for TVA's environmental stewardship responsibilities.

For more information, see TVA's latest environmental reports at www.tva.com/environment.



A message from TVA

For nearly three-quarters of a century, the people of TVA have shared a commitment to meet the needs of the people of the Tennessee Valley region—not just power needs, but broader needs for building our communities, invigorating our businesses, and educating our children.

When times were hard, TVA was there, building dams, erecting power lines, opening libraries, restoring the land, and building a foundation for economic growth that showcased the exceptional skills and work ethic of Tennessee Valley residents.

Now, when times are good, TVA is still an active partner in keeping our region a healthy, productive, and prosperous place to live, work, and raise a family.

The people of TVA take pride in our efforts, but we take even greater pride in the successes we have achieved by working with our customers and stakeholders as partners.

It is this spirit of collaboration and cooperation that we are honored to serve today. We at TVA thank our many partners in businesses and communities all across the Valley for making our part of America one of the best places in the world to live.



Bill Baxter
TVA Chairman



Skila Harris
TVA Director



Tom Kilgore
*TVA President &
Chief Operating Officer*

**TVA supports a wide array of schools and community organizations
throughout the Tennessee Valley, including these:**

American Red Cross
Big Brothers Big Sisters
Boys & Girls Club
Boy Scouts of America
Calhoun Community College
Chattanooga State Technical Community College
Cherokee County Economic Development Commission
Combined Federal Campaign
Dogwood Arts Festival
East Mississippi Community College
The Great Smoky Mountains National Park
Girl Scouts
Habitat for Humanity
Hopkinsville Community College
Junior Achievement
Kentucky Institute for Economic Development
Lee County (Virginia) Industrial Development Authority
Memphis in May
Muscle Shoals Music Festival
NAACP
Nashville State Community College
Native American Indian Association
Northwest Shoals Community College
Northwest Georgia Joint Development Authority
Paducah Junior College
Partners in Education Schools
Pellissippi State Community College
Riverbend
Southwest Tennessee Community College
Tennessee Recycling Coalition
Tennessee-Tombigbee Waterway Development Authority
Tennessee Urban Forestry Council
Trout Unlimited
United Way
Urban League
21st Century Council Impact Learning Center

www.tva.com

www.tva.com/community

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